



MEMORANDUM

TO: Mayor and Council

FROM: Robert Goode, P.E., Assistant City Manager

CC: Spencer Cronk, City Manager
Richard Mendoza, P.E., Director, Public Works Department
Rob Spillar, P.E., Director, Austin Transportation Department
Elaine Hart, CFO

DATE: June 28, 2018

SUBJECT: Quarter Cent funding – Agenda Item #31

During the recent Council work session, concerns were raised regarding replacement funding for City transportation projects if Council adopts the recommendation to remove the requirement that Capital Metro reimburse \$6 million of quarter cent funding. To address this concern, we have revised the resolution for your consideration so that the City Manager cannot execute the amendment to the Interlocal Agreement with Capital Metro to remove the \$6 million until the City Council adopts replacement funding.

The revised resolution now also directs the City Manager to come back on August 9, 2018 with a Council action to adopt the replacement funding. Therefore, we would bring an agenda item on August 8th that authorizes the use of Certificates of Obligation for the transportation projects (sidewalks, traffic signals, pedestrian hybrid beacons, etc.) to replace the \$6 million in Capital Metro quarter cent funds. If Council approves this action on August 8th, then the City Manager will work to execute the amendment.